

## DISCLOSURE ON NET STABLE FUNDING RATIO AS ON 31.12.2022

Net Stable Funding Ratio (NSFR) guidelines ensure reduction in funding risk over a longer time horizon by requiring banks to fund their activities with sufficiently stable sources of funding in order to mitigate the risk of future funding stress.

Quantitative Disclosure: The following table contains unweighted and weighted values of NSFR components of SBI (Solo) as at 31<sup>st</sup> December 2022 and 30<sup>th</sup> September 2022 (i.e. quarter end observations) :

NET STABLE FUNDING RATIO											
State Bank of India											INR in Crores
NSFR Disclosure Template											
(Rs. in Crore)	Position as on 31.12.2022					Position as on 30.09.2022					Weighted value
	Unweighted value by residual maturity					Unweighted value by residual maturity					
	No maturity	< 6 months	6 months to < 1yr	≥ 1yr	Weighted value	No maturity	< 6 months	6 months to < 1yr	≥ 1yr	Weighted value	
<b>ASF Item</b>											
1	Capital: (2+3)	0	0	0	4,06,880	4,06,880	0	0	0	4,00,975	4,00,975
2	Regulatory capital	0	0	0	4,06,880	4,06,880	0	0	0	4,00,975	4,00,975
3	Other capital instruments	0	0	0	0	0	0	0	0	0	0
4	Retail deposits and deposits from small business customers: (5+6)	14,76,985	4,83,491	5,35,766	5,26,987	27,66,326	13,78,045	4,57,887	5,30,244	4,82,229	26,07,093
5	Stable deposits	4,38,722	1,54,116	1,73,686	1,41,877	8,62,981	4,25,920	1,44,852	1,71,129	1,28,671	8,27,044
6	Less stable deposits	10,38,263	3,29,375	3,62,080	3,85,110	19,03,345	9,52,125	3,13,035	3,59,115	3,53,558	17,80,049
7	Wholesale funding: (8+9)	2,46,577	3,73,816	2,55,092	3,34,308	7,60,105	2,35,527	3,40,119	3,21,597	2,96,919	7,20,112
8	Operational deposits	0	0	0	0	0	0	0	0	0	0
9	Other wholesale funding	2,46,577	3,73,816	2,55,092	3,34,308	7,60,105	2,35,527	3,40,119	3,21,597	2,96,919	7,20,112
10	Other liabilities: (11+12)	8,18,043	95,510	37,431	11,684	0	8,93,703	1,15,311	29,604	20,253	0
11	NSFR derivative liabilities	0	0	0	93	0	0	0	0	1375	0
12	All other liabilities and equity not included in the above categories	8,18,043	95,510	37,431	11,591	0	8,93,703	1,15,311	29,604	18,878	0
13	<b>Total ASF (1+4+7+10)</b>					<b>39,33,311</b>					<b>37,28,180</b>
<b>RSF Item</b>											
14	Total NSFR high-quality liquid assets (HQLA)					71,722					74,248
15	Deposits held at other financial institutions for operational purposes	20,874	27,220	0	3,240	25,667	25,365	35,976	0	3,852	32,597
16	Performing loans and securities: (17+18+19+21+23)	5,637	6,61,749	2,75,068	6,56,718	8,83,606	5,846	7,47,776	2,50,280	6,79,668	9,25,216
17	Performing loans to financial institutions secured by Level 1 HQLA	0	3,996	0	0	400	0	715	0	0	72
18	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	0	1,04,033	0	0	15,605	0	1,17,568	0	0	17,635
19	Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks and PSEs, of which:	0	5,53,720	2,75,068	3,17,277	6,20,624	0	6,29,493	2,50,280	3,35,109	6,57,707
20	With a risk weight of less than or equal to 35% under the Basel II Standardized Approach for credit risk	0	0	0	3,17,277	2,06,230	0	0	0	3,35,109	2,17,821
21	Performing residential mortgages, of which:	0	0	0	2,31,696	1,50,603	0	0	0	2,40,210	1,56,137
22	With a risk weight of less than or equal to 35% under the Basel II Standardized Approach for credit risk	0	0	0	2,31,696	1,50,603	0	0	0	2,40,210	1,56,137
23	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	5,637	0	0	1,07,745	96,374	5,846	0	0	1,04,349	93,665
24	Other assets: (sum of rows 25 to 29)	10,84,334	73,829	4,109	13,38,616	23,24,990	10,07,704	66,025	1,496	12,54,587	21,61,605
25	Physical traded commodities, including gold	0	0	0	0	0	0	0	0	0	0
26	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs	0	0	0	0	1,103	0	0	0	0	1,091
27	NSFR derivative assets	0	1,042	0	0	1,042	0	1,777	0	0	1,777
28	NSFR derivative liabilities before deduction of variation margin posted	0	1,636	1,483	2,988	6,107	0	4,756	1,031	2,643	8,430
29	All other assets not included in the above categories	10,84,334	71,151	2,626	13,35,628	23,16,738	10,07,704	59,492	465	12,51,944	21,50,307
30	Off-balance sheet items	0	7,08,482	0	0	26,257	0	6,95,602	0	0	25,569
31	<b>Total RSF (14+15+16+24+30)</b>					<b>33,32,242</b>					<b>32,19,235</b>
32	<b>Net Stable Funding Ratio (%)</b>					<b>118.04%</b>					<b>115.81%</b>

In accordance with RBI guidelines vide circular No. RBI/2017-18/178, DBR.BP.BC.No.106/21.04.098/2017-18 dated 17-May-2018, the quarter end observations are presented in the template above.

The NSFR is defined as the amount of Available Stable Funding relative to the amount of Required Stable Funding.

$$\text{NSFR} = \frac{\text{Available Stable Funding (ASF)}}{\text{Required Stable Funding (RSF)}} \geq 100\%$$

Bank's NSFR comes to 118.04% as at the end of the quarter Q3 (FY 2022-23) and is above the minimum regulatory requirement of 100% set out in the RBI guidelines effective from October 01, 2021. As on 31<sup>st</sup> December 2022, the Available Stable Funding (ASF) position stood at ₹39,33,311 crore and Required Stable Funding (RSF) position stood at ₹33,32,242 crore. There was an increase in the values of total ASF and RSF as on 31<sup>st</sup> December 2022 over 30<sup>th</sup> September 2022. ASF is defined as the portion of capital and liabilities expected to be reliable over the time horizon considered for the NSFR. RSF of a specific institution is a function of the liquidity characteristics and residual maturities of the various assets held by that institution as well as those of its Off-Balance Sheet (OBS) exposures.

Liquidity Management in the Bank is driven by Bank's ALM Policy and regulatory prescriptions. The Domestic and International Treasuries are reporting to the Asset Liability Management Committee (ALCO). ALCO has been empowered by the Bank's Board to formulate the funding strategies to ensure that the funding sources are well diversified and is consistent with the operational requirements of the Bank. All major decisions of ALCO are being reported to the Bank's Board periodically. In addition to daily / monthly LCR reporting, Bank prepares daily Structural Liquidity Statements to assess the liquidity needs of the Bank on an ongoing basis.

The Bank has been maintaining HQLA mainly in the form of SLR investments over and above the mandatory requirements. Retail deposits constitute major portion of total funding sources, which are well diversified. Management is of the view that the Bank has got sufficient liquidity to meet its immediate / likely future short-term requirements.